

116TH CONGRESS  
1ST SESSION

# H. R. 3674

To amend the Higher Education Act of 1965 to eliminate origination fees  
for Federal Direct Loans.

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## IN THE HOUSE OF REPRESENTATIVES

JULY 10, 2019

Mrs. DAVIS of California (for herself, Mr. SMUCKER, and Ms. DAVIDS of Kansas) introduced the following bill; which was referred to the Committee on Education and Labor

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## A BILL

To amend the Higher Education Act of 1965 to eliminate  
origination fees for Federal Direct Loans.

1 *Be it enacted by the Senate and House of Representa-*  
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Eliminating the Hid-  
5 den Student Loan Tax Act”.

6 **SEC. 2. ELIMINATION OF ORIGINATION FEES FOR FEDERAL**  
7 **DIRECT LOANS.**

8 (a) SENSE OF CONGRESS.—It is the sense of Con-  
9 gress that no origination fees should be charged on any  
10 future Federal Direct Loans.

1       (b) REPEAL OF ORIGINATION FEES.—Subsection (c)  
2 of section 455 of the Higher Education Act of 1965 (20  
3 U.S.C. 1087e(c)) is repealed.

4       (c) EFFECTIVE DATE.—The amendment made by  
5 subsection (b) shall apply with respect to loans made  
6 under part D of title IV of the Higher Education Act of  
7 1965 (20 U.S.C. 1087a et seq.) for which the first dis-  
8 bursement of principal is made, or, in the case of a Fed-  
9 eral Direct Consolidation Loan, the application is received,  
10 on or after July 1, 2020.

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